### **House of Representatives**



General Assembly

File No. 97

January Session, 2009

8

Substitute House Bill No. 5519

House of Representatives, March 19, 2009

The Committee on Labor and Public Employees reported through REP. RYAN of the 139th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

## AN ACT CONCERNING WORKERS' COMPENSATION PREMIUMS AND VOLUNTEER AMBULANCE COMPANIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (Effective from passage) On or before October 1, 2009, the

2 rating organization licensed pursuant to section 38a-672 of the general

3 statutes shall file with the Insurance Commissioner a method of

4 computing workers' compensation premiums which does not

5 discriminate against or penalize any municipal or volunteer

6 ambulance service solely because of the number of ambulances owned

7 by the municipal or volunteer ambulance service. Such method shall

be based solely upon ambulance usage and shall apply to workers'

9 compensation insurance policies issued or renewed on or after October

10 1, 2009. For purposes of this section, "municipal or volunteer

11 ambulance services" means a volunteer organization or municipality

12 licensed by the Commissioner of Public Health to transport patients.

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This act shall take effect as follows and shall amend the following sections:				
Section 1	from passage	New section		

#### Statement of Legislative Commissioners:

Effective date was changed from "October 1, 2009" to "from passage" to allow for required filing on or before October 1, 2009.

LAB Joint Favorable Subst.

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The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

#### **OFA Fiscal Note**

State Impact: None

#### Municipal Impact:

Municipalities	Effect	FY 10 \$	FY 11 \$
Various Municipalities	Indeterminate	See Below	See Below

#### Explanation

The bill requires that the method of computing workers' compensation premiums does not discriminate against or penalize a municipal or volunteer ambulance service solely because of the number of ambulances it owns. The method must be based solely on ambulance usage.

This bill may result in a savings to certain municipalities if the new method for computing the workers' compensation insurance policy formula for municipal or volunteer ambulance services results in lower workers' compensation premiums. sHB5519 File No. 97

# OLR Bill Analysis sHB 5519

## AN ACT CONCERNING WORKERS' COMPENSATION PREMIUMS AND VOLUNTEER AMBULANCE COMPANIES.

#### **SUMMARY:**

This bill requires the state-licensed workers' compensation risk rating organization to file with the insurance commissioner a method of computing workers' compensation premiums that does not discriminate against or penalize a municipal or volunteer ambulance service solely because of the number of ambulances it owns. The method must be based only upon "ambulance usage," which the bill does not define. It must apply to workers' compensation insurance policies issued or renewed on or after October 1, 2009.

EFFECTIVE DATE: Upon passage and applicable to policies issued or renewed on or after October 1, 2009.

#### **COMMITTEE ACTION**

Labor and Public Employees Committee

Joint Favorable Substitute Yea 10 Nay 0 (03/05/2009)